

**Various approaches, including opportunities for using markets, to enhance the cost-effectiveness of, and to promote, mitigation actions, bearing in mind different circumstances of developed and developing countries
(Agenda item 3(b)(v))**

Informal note

In progressing their work, Parties may wish to further elaborate the elements contained in the bullet points below:

A framework for various approaches

1. Purpose:
 - (a) Objective of the framework;
 - (b) Scope of various approaches included under the framework;
2. Standards for environmental integrity:
 - (a) What standards;
 - (b) Who will elaborate them;
 - (c) Nature of standards (binding, facilitative, etc.);
3. Accounting:
 - (a) Purpose of accounting;
 - (b) What elements to be accounted for;
 - (c) How to carry out accounting;
4. Governance;
5. Elements of a work programme;

The new market-based mechanism

6. Voluntary participation:
 - (a) Sovereign right for each Party to choose whether to participate;
 - (b) How to enable participation in a fair and equitable manner;
7. Complementarity with other means of support:
 - (a) Relationship with Kyoto Protocol mechanisms;
 - (b) Relationship with NAMAs;
8. Stimulation of mitigation across broad segments of the economy:
 - (a) Criteria for setting boundaries of segments;
9. Safeguarding of environmental integrity:
 - (a) What standards;

- (b) How to uphold standards;
 - (c) Double counting and unit tracking;
 - (d) Sustainable development;
10. Net decrease and/or avoidance:
- (a) Means to achieve this;
11. Use of units:
- (a) Complementarity;
 - (b) Statement about other restrictions on use;
12. Governance and market functioning and regulation:
- (a) Supervisory body;
 - (b) Participation of private sector;
 - (c) Creation and transmission of incentives;
 - (d) Share of proceeds;
13. Pilot phase;
14. Elements of a work programme.
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